# Message Text

CONFIDENTIAL

PAGE 01 NICOSI 03513 01 OF 04 191701Z

47

**ACTION EB-07** 

INFO OCT-01 EUR-12 ISO-00 SSO-00 INRE-00 NSCE-00 L-03

TRSE-00 CIAE-00 INR-07 NSAE-00 INT-05 COME-00 CIEP-01

OMB-01 H-02 AID-05 PRS-01 SS-15 NSC-05 STR-04 SP-02

PM-04 DODE-00 /075 W

----- 101171

O P 191605Z DEC 75

FM AMEMBASSY NICOSIA

TO SECSTATE WASHDC IMMEDIATE 2776

INFO AMEMBASSY ANKARA PRIORITY

CONFIDENTIAL SECTION 1 OF 4 NICOSIA 3513

E.O. 11652: GDS

TAGS: PFOR, EIND, CY, TU

SUBJ: PROTECTION OF U.S. PROPERTY IN TURKISH-CONTROLLED AREA OF

CIPRUS

REF: A. NICOSIA 3486

- B. STATE 291511
- C. NICOSIA 1480
- D. NICOSIA 2854
- E. ANKARA 9156
- F. ANKARA 9098
- G. STATE 248646 H. STATE 276807
- 1. SUMMARY: TO DATE 255 AMCITS HAVE CONTACTED EMBASSY

REGARDING PRIVATE PROPERTY IN TURKISH CONTROLLED NORTH:

167 DOCUMENTED FILES HAVE BEEN PASSED TO TURKISH EMBASSY

AND THE "TURKISH FEDERATED STATE OF CYPRUS" (HENCEFORTH TFSC).

23 U.S. FIRMS KNOWN TO EMBASSY CLAIM OWNERSHIP

OR EQUITY INTEREST IN MOVEABLE/IMMOVEABLE PROPERTIES IN

NORTH. AS FAR AS WE KNOW, NONE HAS REGISTERED WITH TFSC.

MAJOR FACTOR IMPEDING PROGRESS ON REGISTRATION, AND ULTIMATELY ANY

CLAIMS PROCEDURE, IS TFSC POSITION ON STATUS OF PROPERTIES

CONFIDENTIAL

CONFIDENTIAL

PAGE 02 NICOSI 03513 01 OF 04 191701Z

OWNED BY PERSONS OF ETHNIC GREEK ORIGIN. UNDER

PRESENT TFSC LAW ONLY PERSONS OR COMPANIES OF NON-GREEK ORIGIN ARE ELIGIBLE TO REGISTER PROPERTY. EMBASSY MAKING FURTHER DEMARCHES DECEMBER 19-22 IN EFFORT TO DETERMINE IF TURKISH/TFSC ATTITUDE TOWARDS REGISTRATION, ACCESS, REMOVAL, AND INDEMNIFICATION INDICATES PROGRESS FOR PURPOSES OF GSP ELIGIBILITY (PER STATE 248646). PART IV OF PRESENT CABLE OUTLINES OUR STRATEGY AND PROVIDES UPDATE ON ACCESS, ETC. END SUMMARY.

#### II. PRIVATE PROPERTY:

- 1. BACKGROUND: FROM AUGUST 1974 EMBASSY ESTABLISHED LIST
  OF AMCITS CLAIMING OWNERSHIP OF PROPERTY IN TURKISH CONTROLLED NORTH. PROPERTIES VARIED IN SIZE FROM SUITCASES
  TO LARGE FARMS AND EXPENSIVE PRIVATE DWELLINGS. CASES
  WERE IMMEDIATELY MADE KNOWN TO TFSC AND TURKISH EMBASSY
  AUTHORITIES. WHEN TFSC PUBLISHED FOREIGN PROPERTY REGISTRATION PROCEDURES IN JANUARY 1975, EMBASSY VOLUNTERRED
  TO PROVIDE NORMAL PROTECTION ASSISTANCE; ADVISED
  ALL ITS AMCIT CORRESPONDENTS OF PROCEDURES; AND REQUESTED THEM TO PROVIDE EMBASSY PAPERS RELATING TO PROPERTY OWNERSHIP SUCH AS DEEDS, PROOF OF CITIZENSHIP, CONTRACTS, AND
  RECEIPTS.
- 2. PRESENT STATUS: EMBASSY MAINTAINS FILES ON 255 PRIVATE PROPERTY CASES IN VARIOUS STAGES OF DEVELOPMENT AND, WHERE REQUIRED, ADVISES PROPERTY OWNERS TO FURNISH ADDITIONAL DOCUMENTATION. IT HAS SUBMITTED 167 CASE DOSSIERS TO TURKISH EMBASSY AND TFSC UNDER COVER LETTER REQUESTING PROTECTION. TFSC AND TURKISH EMBASSY CON-TINUE TO ACCEPT PROTECTION REQUESTS AND CASE FILES. FIVE OUT OF 167 PRIVATE PROPETY FILES SUBMITTED BY EMBASSY THUS FAR RELATE TO CASES WHICH HAD NOT BEEN BROUGHT TO ATTENTION OF TFSC PRIOR TO DEADLINE OF JUNE 30, 1975. TFSC GENERALLY DOES NOT ACKNOWLEDGE IN WRITING RECEIPT OF EMBASSY PRIVATE PROPERTY FILES, REQUESTS TO VISIT PROPERTIES, OR REQUESTS TO RETURN MOVEABLES. IN CASES WHERE THERE ARE NOT APPARENT ETHNIC GREEK INTERESTS, TFSC CONTACTS PROPERTY OWNERS DIRECTLY REGARDING REGIS-TRATION.

CONFIDENTIAL

CONFIDENTIAL

PAGE 03 NICOSI 03513 01 OF 04 191701Z

3. ETHNIC ORIGIN: CENTRAL TO DISCUSSION OF STATUS OF AMERICAN PROPETY IN TURKISH CONTROLLED AREA ARE TWIN FACTS OF A) TFSC ATTITUDE TOWARDS PERSONS OF ETHNIC GREEK ORIGIN AND B) CONSEQUENT ELIGIBILITY UNDER TFSC LAW OF SUCH PERSONS TO REGISTER OWNERSHIP. UNDER PROVISION OF LONG-STANDING REPUBLIC OF CYPRUS LAWS, CITIZENS OF FOREIGN COUNTRIES WHO ARE CYPRIOT ORIGIN

(THEY OR THEIR FATHERS HAVING BEEN BORN IN CYPRUS) ARE DEEMED "ALIEN NATIVES" AND ARE EXEMPT FROM REQUIREMENT TO SEEK OFFICIAL PERMISSION TO ACQUIRE OWNERSHIP OF LAND, WHICH IS NECESSARY FOR OTHER CITIZENS OF FOREIGN COUNTRIES. THIS FACT HAS BEEN USED BY TFSC AS ARGUMENT TO JUSTIFY TREATING ETHNIC GREEK AMCITS AS CITIZENS OF REPUBLIC OF CYPRUS AND THEREFORE CATEGORIZEABLE BY TFSC AS "GREEK CYPRIOTS" (READ "FOREIGNERS" PER FOLLOW-ING PARAGRAPH). TFSC ARGUES THAT FATE OF "GREEK OWNED" PROPERTIES CAN ONLY BE NEGOTIATED AFTER POLITICAL SETTLE-MENT OF CYPRUS PROBLEM, THEREFORE, ETHNIC GREEK PROPERTY OWNERS, REGARDLESS OF CITIZENSHIP CLAIMED, CAN NEITHER RESUME RESIDENCE IN NORTH (FOR SECURITY REASONS) NOR REGISTER THEIR CLAIMS FORMALLY WITH TFSC. 206 OF 255 PERSONS WITH WHOM EMBASSY HAS CORRESPONDED ON PROPERTY MATTERS APPEAR TO BE AMCITS OF ETHNIC GREEK ORIGIN OR REPRESENT SUCH PERSONS.

4. TURKISH CYPRIOT POSITION HS RECENTLY BEEN CODIFIED BY "1975 FOREIGN IMMOVEABLE PROPERTIES LAW", PASSED BY TFSC CONSTITUENT ASSEMBLY, OCTOBER 4, 1975. LAW VESTS IN TFSC MINISTRY OF FINANCE RESPONSIBILITY FOR PROTECTION, CONTROL, AND ADMINISTRATION OF IMMOVEABLE PROPERTIES ABANDONED BY FOREIGNERS, THUS PROVIDING LEGAL SANCTION FOR ALLOCATION OF GREEK-OWNED PROPERTIES TO TURK CYPRIOTS. "FOREIGNERS" AS DEFINED IN THIS LAW ARE: "CITIZENS OF THE REPUBLIC OF CYPRUS WHO ARE NOT CITIZENS OF THE TFSC OR MEMBERS OF TURKISH COMMUNITY AND WHO ARE CITIZENS OF THE GREEK CYPRIOT ADMINISTRATION, PEOPLE OF

CONFIDENTIAL

NNN

CONFIDENTIAL

PAGE 01 NICOSI 03513 02 OF 04 191717Z

ACTION EB-07

ACTION LD-07

INFO OCT-01 EUR-12 ISO-00 SSO-00 INRE-00 NSCE-00 L-03

TRSE-00 CIAE-00 INR-07 NSAE-00 INT-05 COME-00 CIEP-01

OMB-01 H-02 AID-05 PRS-01 SS-15 NSC-05 STR-04 SP-02

PM-04 DODE-00 /075 W

----- 101406

O P 191605Z DEC 75

FM AMEMBASSY NICOSIA TO SECSTATE WASHDC IMMEDIATE 2777 INFO AMEMBASSY ANKARA PRIORITY

CONFIDENTIAL SECTION 2 OF 4 NICOSIA 3513

CYPRIOT ORIGIN, COMPANIES, PARTNERSHIPS, FIRMS, RELIGIOUS, SOCIAL, CULTURAL OR OTHER SOCIETIES AND ESTABLISHMENTS OR ENTERPRISES SET UP PARTIALLY OR COMPLETELY BY THESE (PERSONS) WITHOUT REGARD TO WHETHER THEY ARE JURIDICAL PERSONS (COMPANIES)."

- 5. IMPORTANT LOOPHOLE: LAW RESERVES RIGHT OF TFSC COUNCIL OF MINISTERS TO INCLUDE OR EXEMPT FROM THE DEFINITION OF "FOREIGNER" CITIZENS OF ANY COUNTRY OR DESCENDENTS OF ANY NATION.
- 6. EMBASSY TRANSLATION OF TFSC "1975 FOREIGN IMMOVEABLE PROPERTIES LAW" BEING POUCHED TO DEPARTMENT AND ANKARA.
- III. COMMERICIAL PROPERTY
- 1. FOLLOWING ARE NEW DEVELOPMENTS IN COMMERICAL PROPERTY CASES SINCE NICOSIA 2856, SEPTEMBER 24, 1975 NOT PREVIOUSLY REPORTED:
- A. CYPRUS MINES CORPORATION (CMC). SEE NICOSIA 3486.

CONFIDENTIAL

CONFIDENTIAL

PAGE 02 NICOSI 03513 02 OF 04 191717Z

B. NCR CORPORATION:

REQUEST FOR PROTECTION OF \$136,752 WORTH OF NCR EQUIPMENT AND RELATED SUPPLIES WHICH WERE ALLEGEDLY UNLOADED AT FAMAGUSTA HARBOR HAS BEEN UNDER INVESTIGATION BY TFSC SINCE JANUARY 1975. IN NOVEMBER TFSC REQUESTED FURTHER EVIDENCE OF OWNERSHIP FOR ONE CONSIGNMENT. NCR/CYPRUS IS REQUESTING INFO FROM NCR/USA.

C. SMITHS FOOD GROUPS (CYPRUS) LIMITED:

ACCORDING TO EMBASSY RECORDS, THERS IS ONE-THIRD US EQUITY INTEREST IN SMITH FOODS THROUGH THOMS FOODS (UK) WHICH IS A SUBSIDIARY OF GENERAL MILLS. IN NOVEMBER 1975, TWO TURKISH BUSINESSMEN CONTACTED EMBASSY THROUGH TFSC OFFICIAL FOR INFORMATION ON OWNERSHIP OF SMITHS FOODS AND POSSIBILITY OF JOINT VENTURE WITH FOREIGN OWNERS. BUSINESSMEN INFORMED EMBOFFS THAT TURKISH CYPRIOT AUTHORITIES MAY OFFER THEM LEASE ON SMITHS FOOD PLANT ON

FAMAGUSTA ROAD. EMBASSY REFERRED BUSINESSMEN TO GENERAL MILLS OFFICE IN MINNESPOLIS AND ADVISED DEPARTMENT BY OM.

### D. FMC CORPORATION:

REPRESENTATIVES OF FMC DIVISION, FOOD MACHINERY INTERNATIONAL, VISITED TURKISH-CONTROLLED AREA VIA ERCAN AIRPORT AND SOUGHT PERMISSION FROM TURKISH CYPRIOT AUTHORITIES TO INSPECT SPARE PARTS WHICH WERE REPORTEDLY STORED AT LOCAL AGENT'S WAREHOUSE IN FAMAGUSTA IN 1974. FMC REPRESENTATIVES INFORMED EMBOFFS THAT PERMISSION TO VISIT PROPERTY WAS DENIED, AND AS FAR AS EMBASSY IS AWARE REPRESENTATIVES DID NOT ATTEMPT TO VISIT LOCATION PRIVATELY.

2. FOR THE RECORD, SINCE SUMMER 1974, TFSC HAS REPLIED TO EMBASSY LETTERS CONCERNING PROTECTION IN FOUR COMMERCIAL CASES AS FOLLOWS:

## A. FMC CORPORATION:

FOUR FLOVORSEAL APPLICATORS LEASED TO GREEK CYPRIOT CONCERNS HAVE BEEN LOCATED IN GOOD CONDITION IN TURKISH CONTROLLED CONFIDENTIAL

CONFIDENTIAL

PAGE 03 NICOSI 03513 02 OF 04 191717Z

AREA. CASE IS STILL OPEN PENDING FURTHER DOCUMENTATION OF TERMS OF FMC LEASE AGREEMENTS AND PENDING FMC REGISTRATION WITH TFSC. IN RECENT CONVERSATIONS WITH FMC REPRESENTATIVES, EMBOFF WAS TOLD FMC HAS NOT, AND DOES NOT INTEND TO, REGISTER WITH TFSC.

B. BLACK AND DECKER:

ADDING MACHINE ALLEGEDLY STORED AT EMPLOYEE'S HOUSE WAS NOT FOUND.

C. PAN AMERICAN AMUSEMENT IMCORPORATED:

MACHINES VALUED AT \$6.500 COULD NOT BE LOCATED.

D. PFIZER HELLAS A.E.:

PHARMACEUTICALS WORTH \$26,307 WERE NOT LOCATED.

E. ESOO STANDARD (NEAR EAST) INCORPORATED:

DRUMS AND LUBRICANTS WERE NOT LOCATED. THIS REQUEST FOR PROTECTION WAS SUBMITTED BY COMPANY DIRECTLY TO TURKISY CYPRIOT AUTHORITIES IN FEBRUARY 1975. IN CASES D, AND E, ABOVE, GOODS HAD BEEN ALLEGEDLY UNLOADED AND STORED IN FAMAGUSTA HARBOR. IN LETTERS

DATED APRIL 22, 1975 AND APRIL 28, 1975 TFSC REJECTED ANY LIABILITY FOR LOSSES WHICH IT ATTRIBUTED ENTIRELY TO "HOSTILITIES WHICH BROKE OUT WHEN GREEK CYPRIOT FORCES ATTACED THE TURKISH CYPRIOT ENCLAVE ADJACENT TO FAMAGUSTA PORT AND... SET FIRE TO THE PORT AREA."

3. DEPARTMENT SHOULD ALSO NOTE ESSENTIAL POINTS OF LETTER FROM OWMAN N. OREK, "TFSC VICE PRESIDENT AND MINISTER OF DEFENSE," APRIL 26, 1975, IN RESPONE TO EMBASSY'S REQUEST FOR PROTECTION OF ASSETS OF ESSO STANDARD (NEAR EAST) AND MOBIL CYPRUS LIMITED (NICOSIA 1301). EXCERPTS FROM OREK LETTER FOLOW:

(A) "WE ARE CONSCIOUS OF THE NEED TO PROTECT THESE PETROL STATIONS FROM DAMAGE AND FROM DETERIORATION AND CONFIDENTIAL

CONFIDENTIAL

PAGE 04 NICOSI 03513 02 OF 04 191717Z

DEPRECIATION WHICH INEVITABLY RESULTS FROM PROLONGED NON-USE.

CONFIDENTIAL

NNN

CONFIDENTIAL

PAGE 01 NICOSI 03513 03 OF 04 191749Z

42

ACTION EB-07

INFO OCT-01 EUR-12 ISO-00 SSO-00 INRE-00 NSCE-00 L-03

TRSE-00 CIAE-00 INR-07 NSAE-00 INT-05 COME-00 CIEP-01

OMB-01 H-02 AID-05 PRS-01 SS-15 NSC-05 STR-04 SP-02

PM-04 DODE-00 /075 W

----- 101776

O P 191605Z DEC 75 FM AMEMBASSY NICOSIA TO SECSTATE WASHDC IMMEDIATE 2778 INFO AMEMBASSY ANKARA PRIORITY

CONFIDENTIAL SECTION 3 OF 4 NICOSIA 3513

WITH THIS IN MIND, THOSE WHICH REQUIRED ATTENTION HAVE OF

NECESSITY BEEN REPAIRED AND RESTORED AT THE STATE'S EXPENSE; AND IF FEEL IT RIGHT AT THIS STAGE TO MENTION THAT THE STATE RESERVES THE RIGHT TO CLAIM REPAYMENT FOR THE EXPENSES IT HAS INCURRED."

- (B) "IT IS APPRECIATED THAT THE COMPANIES HELD LEASES IN RESPECT OF THE VARIOUS PROPERTIES, OWNED IN MOST INSTANCES BY GREEK CYPRIOTS--AND YOU WILL NO DOUBT APPRECIATE THAT THE ADMINISTRATION OF ALL NON-RESIDENT GREEK PROPERTY AT THIS STATE, RESTS IN THE TURKISH FEDERATED STATE."
- (C) "IF THE COMPANIES CLAIM TO OPERATE THESE STATIONS THEY SHOULD HAVE COMPLIED WITH THE PROCEDURE OF REGISTRATION, WHEN (SIC) WE WOULD HAVE REQUIRED THEM TO PAY THE RENTS TO THE TURKISH FEDERATED STATE. MOREOVER, THEY SHOULD HAVE SUPPLIED THESE STATIONS WITH NEEDED QUANTITIES OF PETROL. UNFORTUNATELY, THEY FAILED TO DO SO ON BOTH COUNTS."
- (D) "UNDER THE CIRCUMSATNCES WE CAN DO NOTHING MORE THAN TO SAY THAT THE MATTER OF ESTABLISHING THEIR OWNERSHIP IS GOING TO BE STUDIED BY OUR APPROPRIATE AUTHORITIES AND RECORDED ACCORDINGLY."

CONFIDENTIAL

CONFIDENTIAL

PAGE 02 NICOSI 03513 03 OF 04 191749Z

- 4. NEITHER COMPANY, WE ARE TOLD, HAS CONTACTED TFSC DIRECTLY CONCERNING PROPERTIES. MOBIL EXECUTIVE RECENTLY INFORMED EMBOFF THAT PROPERTIES IN NORTH ARE "CONSIDERED LOST FOR ALL PRACTICAL PURPOSES." HE DECLINED TO LABEL PROPERTIES AS "EXPROPRIATED", HOWEVER, USING RATIONALE THAT MOBILE COULD PERHAPS REGAIN PROPERTIES BY REGISTERING WITH TFSC. MOBIL REPRESENTATIVE STATED HE HAS NEVER FORMALLY REQUESTED PERMISSION TO INSPECT PROPERTIES, BUT HAS ADMITTED HE HAS VISITED SELECTED SITES, ACCOMPANIED BY TURKISH CYPRIOT EMPLOYEE, WITHOUT KNOWLEDGE OF AUTHORITIES.
- 5. TWO U.S. FIRMS, HOBART CORPORATION OF TROY, OHIO, AND AJ SIRIS PRODUCTS CORPORATION, PASSED TO EMBASSY COPIES OF SOME FO THEIR CORRESPONDENCE WITH TURKISH CYPRIOT AUTHORITIES REGARDING THEIR CLAIMS EARLIER THIS YEAR. NEITHER COMPANY HAS SOUGHT DIRECT EMBASSY ASSISTANCE. LOCAL AGENT OF HOBART CORPORATION RECENTLY INFORMED EMBOFF THAT TFSC HAS APPARENTLY NOT LOCATED THREE FOOD COPPERS VALUED AT \$1,000 WHICH WERE ALLEGEDLY STORED IN FAMGUSTA HARBOR AREA. EMBASSY HAS NOT INFORMATION ON POSSIBLE OUTCOME OF AJ SIRIS PRODUCTS CORP. CASE.
- 6. ADDITIONAL 12 COMMERICIAL CASES NOT DISCUSSES IN THIS CABLE ARE CONSIDERED "OPEN" PENDING RESPONSE FROM TFSC. EMBASSY WILL SUBMITT SOONEST CUMULATIVE LIST OF ALL 23 COMMERCIAL CASES SHOWING CYPRUS ADDRESS AND U.S. OR AFFILIATE ORGANIZATION.

# IV. HAS THERE BEEN PROGRESS FOR PURPOSES OF GSP ELIGIBILITY?

1. EMBASSY ABILITY TO TEST POSSIBLE MODIFICATION IN TURKISH/TFSC ATTITUDE ON ACCESS TO, RESTORATION OF AND EVENTUAL INDEMNIFICATION FOR FOREIGN PROPERTIES HAS BEEN HAMPERED RECENTLY BY THREE FACTORS. FOLLOWING ASSASSINATION OF TURKISH AMBASSADORS IN VIENNA AND PARIS OCTOBER 24 AND 28, TRAVEL BY DIPLOMATIC PERSONNEL IN TURKISH CONTROLLED AREA HAS BEEN TO SUBJECT TO FURTHER CURTAILMENT. SECOND, HIGH LEVEL TFSC OFFICIAL BUSINESS SLOWED GREATLY DURING 48 DAY ABSENCE FROM COUNTTRY (OCTOBER 12 - NOVEMBER 28) OF "TFSC PRESIDENT" RAUF DENKTASH, WITHOUT WHOSE PRESENCE NO POLICY CHANGE ON CONFIDENTIAL

#### CONFIDENTIAL.

PAGE 03 NICOSI 03513 03 OF 04 191749Z

PROPERTY QUESTION WOULD TAKE PLACE. FINALLY, TFSC PROPERTY LAS OF OCTOBER 4, WHICH WE HAD BEEN AWAITING FOR MONTHS, ONLY RECENTLY BACAME ABAILALBE TO US. ENGLISH TRANSLATION HAS JUST BEEN COMPLETED.

- 2. DCM HAS APPOINTMENT DECEMBER 19 WITH TURKISH EMBASSY COUNTERPART TO RAISE AGAIN QUESTION OF U.S. PROPERTY IN NORTH AND WILL REFER TO PLEDGES MADE BY FONMIN DIRECTOR FOR PLANS AND PROGRAMS FOR CYPRUS TUNCBILEK (ANKARA 9156 AND 9098). AT THAT TIME WE PLAN SUBMIT SUMMARY LISTING OF PRIVATE AND COMMERCIAL PROPERTIES INDENTIFIED TO DATE, HIGHLIGHTING THOSE ON WHICH WE THINK SOME PROGRESS ON ACCESS OR REMOVAL COULD (ASSUMING TFSC COOPERATION) BE MADE IMMEDIATELY ALONG LINES DIRECTED BY PARA 8 STATE 248646. WE WILL REQUEST TURKISH EMBASSY TO FACILITATE OUR PARALLEL APPROACH TO TFSC "VICE PRESIDENT" OSMAN OREK DECEMBER 22. FOLLOWING THESE MEETINGS, WE SHOULD HAVE BETTER IDEA OF WHAT ROOM THERE IS FOR PROGRESS WHICH MIGHT BE HELPFUL TO CIEP WORKING GROUP. COMMENTS WHICH FOLLOW HEREWITH ARE FOR WORKING GROUP'S IMMEDIATE INFORMATION AS INDICATION OF STATUS QUO.
- 3. CONSULAR ACCESS (PARA 5A STATE 248646): OVER PAST YEAR, EMBOFFS HAVE MADE REPEATED WRITTEN AND ORAL REQUESTS FOR ACCESS TO U.S. PRIVATE AND COMMERCIAL PROPERTIES. TFSC RESPONSES, WHICH ARE NOT MADE IN WRITING ARE OFTEN SLOW IN COMING. WHEN TFSC GRANTS PERMISSION TO VISIT SPECIFIC PLACE, TURKISH MILITARY OCCASIONALLY REVERSE PERMISSION ON SPOT AND DENY ACCESS. REQUESTS FOR PERMISSION TO VISIT CERTAIN AREAS LIKE MESAORIA VILLAGES, MORPHOU AND FAMAGUSTA ARE STILL DENIED ALMOST WITHOUT EXCEPTION, JUSTIFICATION BEING "MILITARY RESTRICTIONS" OR "LACK OF EMBASSY NEED TO

VISIT PROPERTY", I.E. PROPERTY IS OWNED BY ETHNIC GREEK. TRAVEL IN KYRENIA AREA IS QUITE EASY. VISITS TO AMCITS IN KARPAS PENISULA ARE STILL MADE WITH TFSC EXCORT AND CAREFUL CONTROL. EMBASSY OFFICERS HAVE MADE DISCREET CHECKS ON SELECTED PROPERTIES DURING "TOURISTIC TRIPS", SOMETIMES IN MILITARY RESTRICTED AREAS, BUT THESE HAVE BEEN DONE WITHOUT SPECIFIC PERMISSION FROM OR KNOWLEDGE OF TFSC.

CONFIDENTIAL

CONFIDENTIAL

PAGE 04 NICOSI 03513 03 OF 04 191749Z

4. REMOVAL OF PROPERTY (PARA 5B, STATE 248646): GIVEN FACT THAT MAJOR COMPLICATION TO PROPERTY REMOVAL IS ETHIC ORIGIN OF OWNER, WE CAN REPORT LITTLE INFORMATION INDICATIVE OF PROGRESS. ESTIMATED 15 AMCITS WHO HAVE COMPLETED REGISTRATION WITH TFSC ARE ALL NON-GREEK ORIGIN. SOME HAVE MANAGED TO GAIN ACCESS TO PROPETIES AND REMOVE MOVEABLES AFTER PERSISTENT INDIVIDUAL EFFORTS WITH TFSC AUTHORITIES. THREE AMCITS RESIDING IN KYRENIA AREA HAVE REGISTERED WITH TFSC AND ENJOY CONTINUED FREE ACCESS TO HOMES AS LONG AS THEY DO NOT ATTEMPT TO TRAVEL INTO GOC CONTROLLED AREA. ONE AMCIT (NON-ETHNIC GREEK) WHO COMPLETED REGISTRATION HAS BEEN DENIED PERMISSION REOCCUPY HOME IN FAMAGUSTA ON GROUNDS THAT PROPERTY IS IN MILITARY AREA. HOWEVER,

CONFIDENTIAL

NNN

CONFIDENTIAL

PAGE 01 NICOSI 03513 04 OF 04 191748Z

42

ACTION EB-07

INFO OCT-01 EUR-12 ISO-00 SSO-00 INRE-00 NSCE-00 L-03

TRSE-00 CIAE-00 INR-07 NSAE-00 INT-05 COME-00 CIEP-01

OMB-01 H-02 AID-05 PRS-01 SS-15 NSC-05 STR-04 SP-02

PM-04 DODE-00 /075 W

----- 101768

O P 191605Z DEC 75

FM AMEMBASSY NICOSIA TO SECSTATE WASHDC IMMEDIATE 2779 INFO AMEMBASSY ANKARA PRIORITY

CONFIDENTIAL SECTION 4 OF 4 NICOSIA 3513

VAST MAJORITY OF PRIVATE AMCITS PROPERTY OWNERS ARE OF ETHNIC GREEK ORIGIN, ARE EXDLUDED FROM TFSC REGISTRATION, AND HENCE UNDER PRESENT PRACTIVE CANNOT VISIT PROPERTY OR COLLECT MOVEABLES.

- 5. RELAXATION OF REGISTRATION (PARA 5C STATE 248646): ON NOVEMBER 29, 1975, CONSULAR OFFICER DISCUSSED RELAXATION OF REGISTRATION PROCEDURES WITH TFSC OFFICIAL IN CHARGE OF PROPERTY REGISTRATION. OFFICIAL STATED THAT NO REGISTRATION REQUEST AFTER JUNE 30, 1975 DEADLINE WOULD BE "OFFICIALLY RECEIVED". HOWEVER, TFSC STILL ACCEPTS OUR CASE DOSSIERS WITHOUT COMMENT AND IN THIS SENSE WE CAN SAY THERE IS SOME INCREASED TOLERANCE. PURPOSE OF TFSC REGISTRATION PROCEDURES AS ANNOUNCED IN JANUARY 1975 WAS TO LAY BASIS FOR REMOVAL OF PROPERTIES "IN CONDITION IN WHICH THEY ARE NOW (E.G. AS OF JANUARY 28, 1975) FOUND." CRUX OF MATTER REMAINS, HOWEVER, INABILITY OF ETHNIC GREEK AMCITS TO REGISTER.
- 6. RESTORATION OF PROPERTY (PARA 5D STATE 248646): COMMENTS REGARDING STATUS OF ETHNIC GREEK AMCITS APPLY.
- 7. EQUITALBE PROCEDURES (PARA 5E STATE 248646): QUESTION CONFIDENTIAL

CONFIDENTIAL

PAGE 02 NICOSI 03513 04 OF 04 191748Z

OF ETHNIC GREEK AMCIT INELIGIBILITY ASIDE, TFSC ACCEPTS IN PRINCIPLE OBLIGATION TO PAY COMPENSATION FOR FOREIGN (NON-GREEK) PROPERTY. HOWEVER, HE AND OTHER TFSC OFFICIALS INSIST SUCH COMPENSATION MUST AWAIT AN ULTIMATE POLITICAL SOLUTION TO CYPRUS PROBLEM.
CRAWFORD

CONFIDENTIAL

NNN

## Message Attributes

Automatic Decaptioning: X Capture Date: 01 JAN 1994 Channel Indicators: n/a

**Current Classification: UNCLASSIFIED** 

Concepts: PROPERTY PROTECTION, NATIONALIZATION, INDUSTRIAL PLANTS, BUSINESS FIRMS

Control Number: n/a Copy: SINGLE Draft Date: 19 DEC 1975 Decaption Date: 01 JAN 1960 Decaption Note: Disposition Action: RELEASED Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: CunninFX
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1975NICOSI03513

Document Number: 1975NICOSI03513
Document Source: CORE
Document Unique ID: 00

Drafter: n/a Enclosure: n/a Executive Order: GS Errors: N/A

Film Number: D750443-0295

From: NICOSIA

Handling Restrictions: n/a

Image Path:

Legacy Key: link1975/newtext/t19751224/aaaaauom.tel Line Count: 534

Locator: TEXT ON-LINE, ON MICROFILM Office: ACTION EB Original Classification: CONFIDENTIAL Original Handling Restrictions: n/a Original Previous Classification: n/a Original Previous Handling Restrictions: n/a

Page Count: 10

Previous Channel Indicators: n/a
Previous Classification: CONFIDENTIAL Previous Classification: CONFIDENTIAL Previous Handling Restrictions: n/a Reference: 75 NICOSIA 3486
Review Action: RELEASED, APPROVED Review Authority: CunninFX

Review Comment: n/a Review Content Flags: Review Date: 08 APR 2003

**Review Event:** 

Review Exemptions: n/a
Review History: RELEASED <08 APR 2003 by ShawDG>; APPROVED <30 SEP 2003 by CunninFX>

**Review Markings:** 

Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 06 JÚL 2006

**Review Media Identifier:** Review Referrals: n/a Review Release Date: n/a Review Release Event: n/a **Review Transfer Date:** Review Withdrawn Fields: n/a

Secure: OPEN Status: NATIVE

Subject: PROTECTION OF U.S. PROPERTY IN TURKISH-CONTROLLED AREA OF CYPRUS

TAGS: PFOR, EIND, CY, TU To: STATE

Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 06 JUL 2006